GOVERNMENT OF INDIA
COAL
LOK SABHA

STARRED QUESTION NO:65
ANSWERED ON:22.02.2006
FDI IN CAPTIVE COAL AND LIGNITE MINING
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Will the Minister of COAL be pleased to state:

(a) whether the Government has decided to allow 100 per cent Foreign Direct Investment (FDI) through automatic route in captive coal and lignite mining by the Steel and Cement Companies; and

(b) if so, the details thereof?

Answer

MINISTER FOR COAL (SHRI SHIBU SOREN)

(a)&(b) The Government has reviewed the policy on FDI and decided to increase FDI caps to 100% and permit it under the automatic route for coal and lignite mining for captive consumption by power projects, iron & steel, cement production and other eligible activities permitted as per the provisions of the Coal Mines (Nationalisation) Act, 1973.